

# EOFY Tips 2018



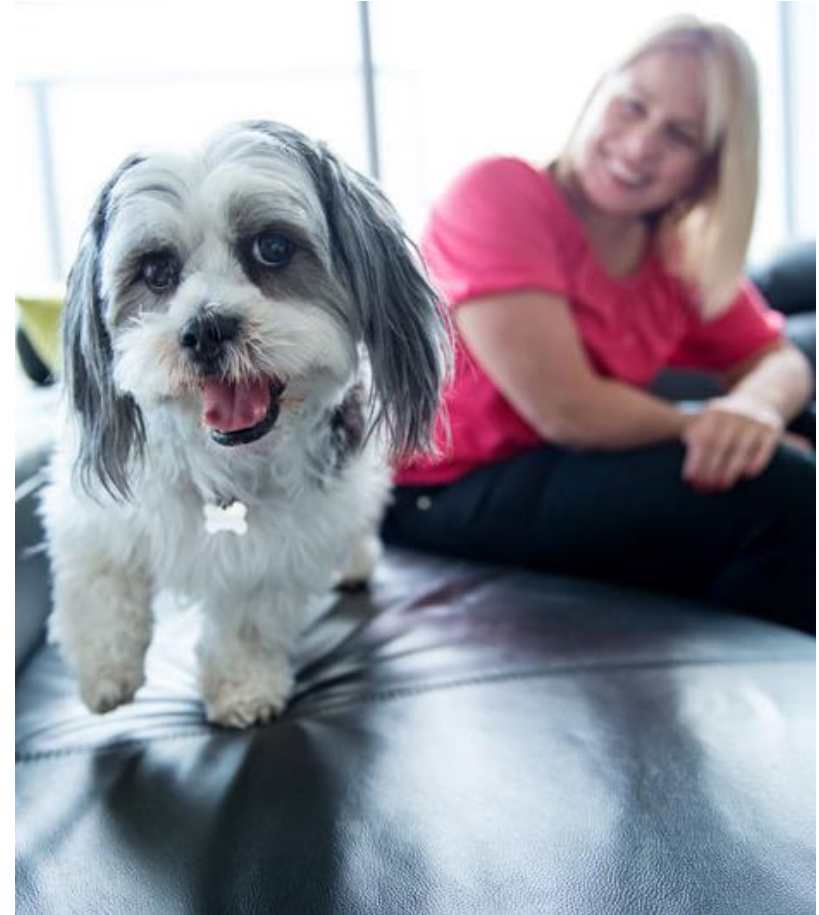
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# Important Notice

Any advice in this presentation has been prepared without taking into account your objectives, financial situation and needs. You should consider whether it is appropriate having regard to your personal circumstances before making any financial decisions.

If you are considering acquiring a financial product you should obtain the relevant product disclosure statement before making any decision.

Any information about taxation in this presentation is factual information or general advice only and does not consider the application or interpretation of any taxation laws to your personal circumstances. If you require taxation advice you should seek advice from a registered tax agent or a registered tax (financial) adviser.



# Agenda



**Types of tax deductions**



**Business & Personal expenses**



**Getting the most out of super**

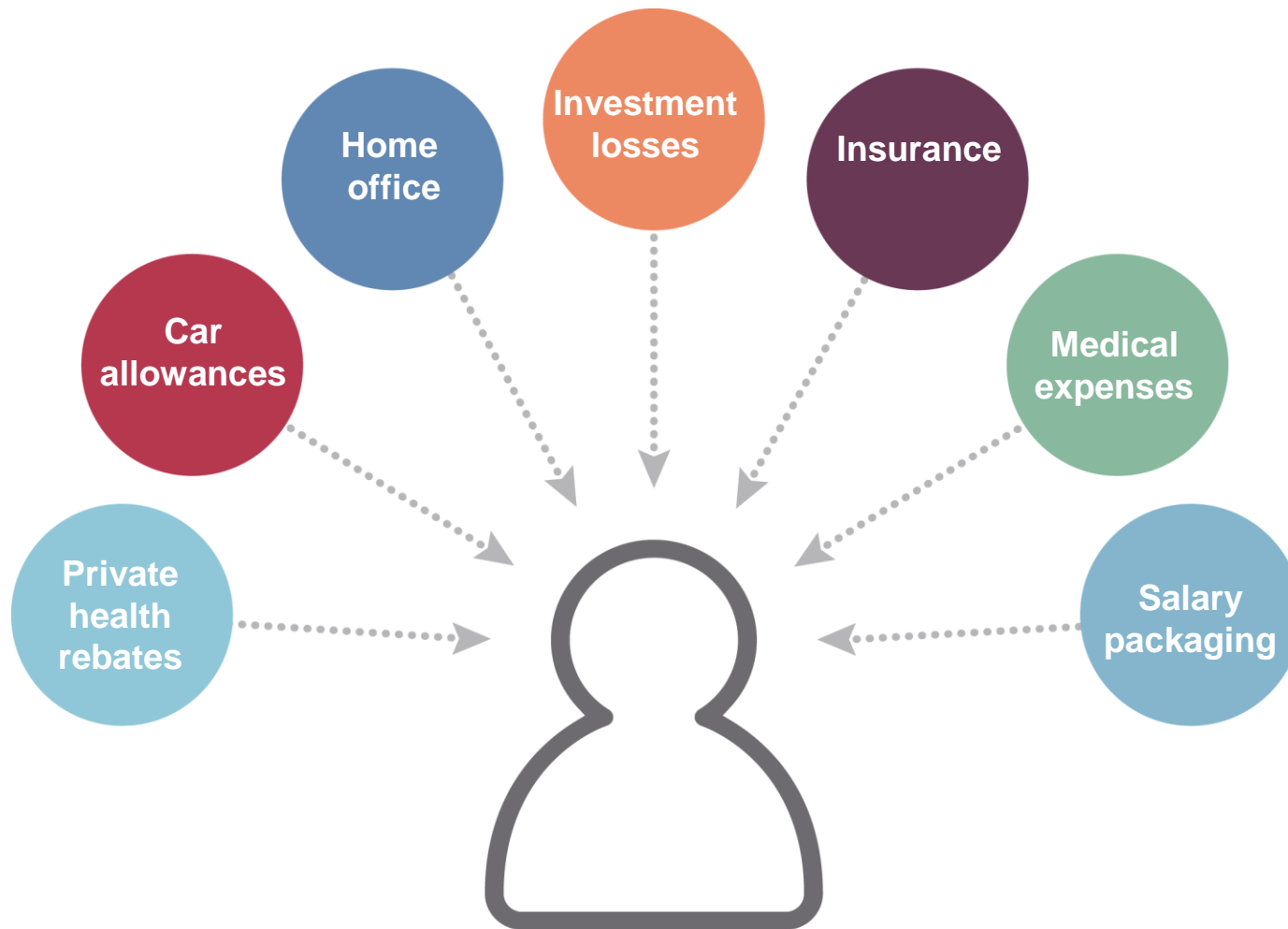


**Planning & Assistance**



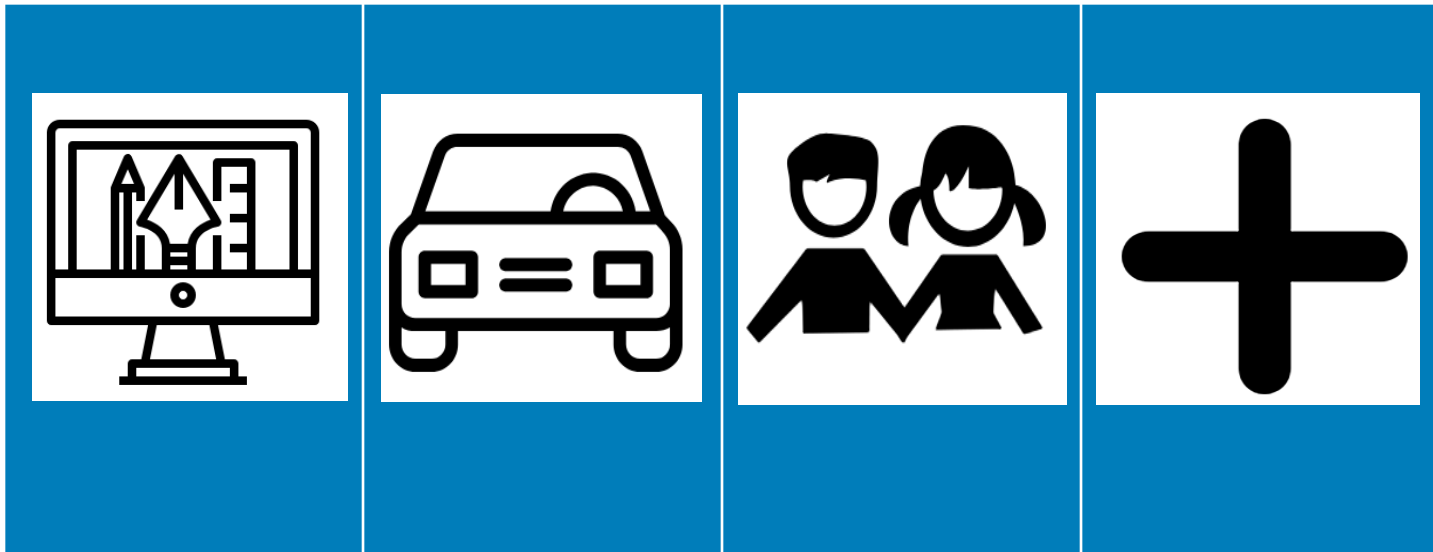
**Questions**

# Make the most of allowances/deductions



# Salary packaging

- You pay for some items or services straight from your pre-tax salary
- Must be offered by employer
- Effective way to reduce your taxable income
- Could put more money in your pocket

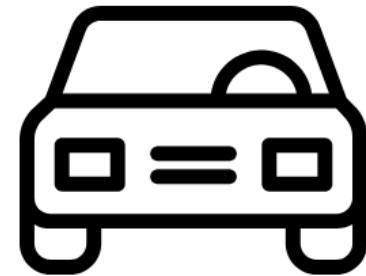


# Car allowances

Can only claim when you use your own car in the course of performing your job as an employee

## Two methods:

- cents per kilometre
  - 66 cents per km
  - Maximum of 5,000 business kilometres
- logbook method
  - Based on business-use % using odometer readings
  - Includes running costs, decline in value
  - Require written evidence for all other expenses



# Home office expenses



Cost of equipment for items up to \$300



Decline in value for items over \$300



Work related phone calls, mobile phone



Heating, cooling, lighting, cleaning

# Private health rebates & Medicare Levy Surcharge

- Could be eligible for a rebate if you have private health insurance
- Can claim as a reduction through your insurer or as a tax offset

## Medicare Levy Surcharge:

- If no private health over certain income – may be liable
- Calculated at rate of 1% to 1.5% of your income
- Paid on top of Medicare Levy of 2% of income

	≤\$90,000	\$90,001-105,000	\$105,001-140,000	≥\$140,001
Singles				
Families	≤\$180,000	\$180,001-210,000	\$210,001-280,000	≥\$280,001
<b>Rebate</b>				
	Base Tier	Tier 1	Tier 2	Tier 3
< age 65	25.415%	16.943%	8.471%	0%
Age 65-69	29.651%	21.180%	12.707%	0%
Age 70+	33.887%	25.415%	16.943%	0%
<b>Medicare Levy Surcharge</b>				
All ages	0.0%	1.0%	1.25%	1.5%

Source: privatehealth.gov.au

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# Investment property

You must declare rental income but can also claim deductions for related expenses while your property is rented out or available for rent.



- Management costs
- Maintenance costs
- Interest on loans
- Borrowing expenses
- Depreciation and capital works



- Expenses that are paid by your tenants like water, electricity, gas
- Conveyancing costs
- Advertising costs

# Investment losses

- Capital loss:
  - Made as a result of holding shares as an investor
- Revenue loss:
  - Made in carrying on a business of share trading
- Can only claim if the loss is “realised” – ie; you have disposed of the investments

# Using super to save on tax

## You can save on tax:

- Pre-tax money you put into super is taxed at 15%
- For most people that's less than the tax on their take home pay
- Investment earnings are taxed at up to 15%

## After your 60, it's all tax free when you take it out

- And if you keep your money in super, you can keep growing your money tax free

## But there are limits:

Contribution caps	
Pre-tax (concessional)	\$25,000 per annum
Post-tax (non-concessional)	\$100,000 per annum <sup>*</sup> \$300,000 over 3 years <sup>#</sup>

\* Must satisfy work test if aged 65 and over

<sup>^</sup> Subject to \$1.6 million balance cap

<sup>#</sup> Not available from age 65

# Boost your super – there's still time

**Make post-tax contributions  
& claim a tax deduction**



**See if you're eligible for  
Government co-  
contributions**



**Set up regular contributions  
through Salary Sacrifice**



**Spouse contributions could  
grow your wealth and may  
reduce your tax bill**



# Keep all your super in a high performing fund

## Key things to look for:

- **Profit to member**
  - Industry, corporate or public sector funds
- **Net returns**
  - Long term performance (5, 7 or 10 years)
  - Fees (watch out for contribution or exit fees)

Fee type	TelstraSuper
Admin fees	✓
Contribution fees	x
General advice fees	x
Personal advice fees	✓
Insurance premiums	✓



**Competitive returns**



**Tailored insurance**



**Members first focus**

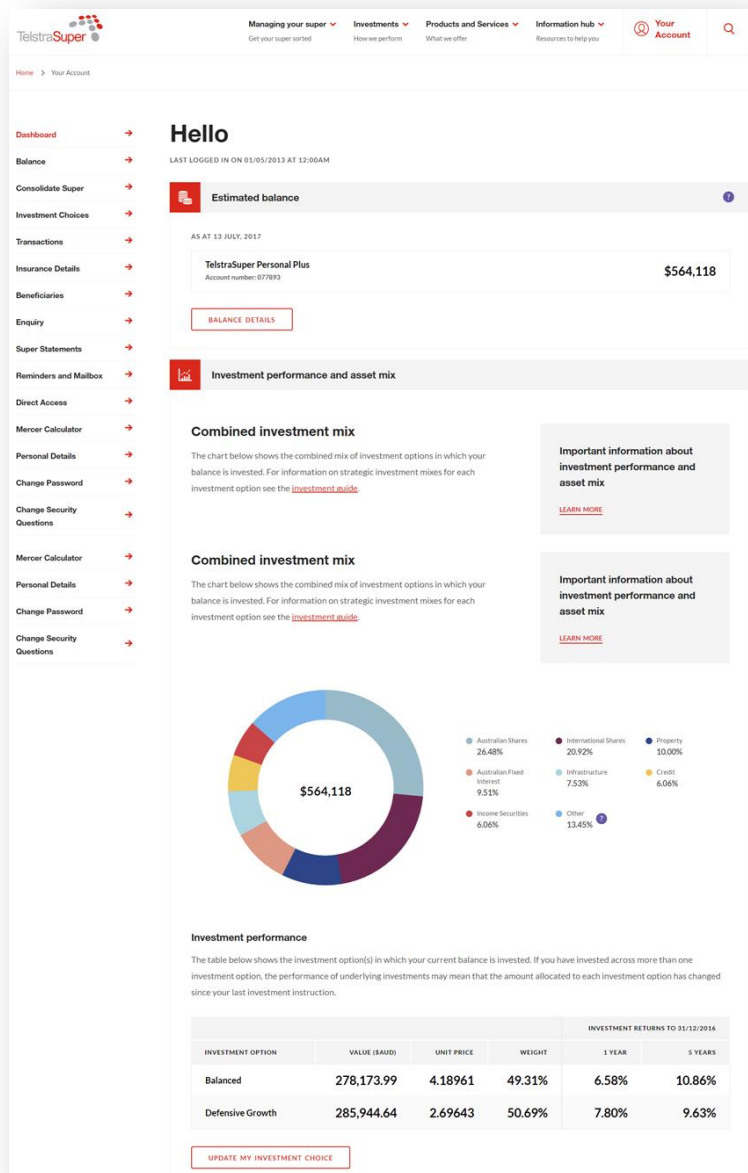


**Responsible investors**

# Planning & Assistance



# Get online and sort your super



check your  
balance



check  
your  
insurance



nominate  
beneficiaries



review  
investment  
options

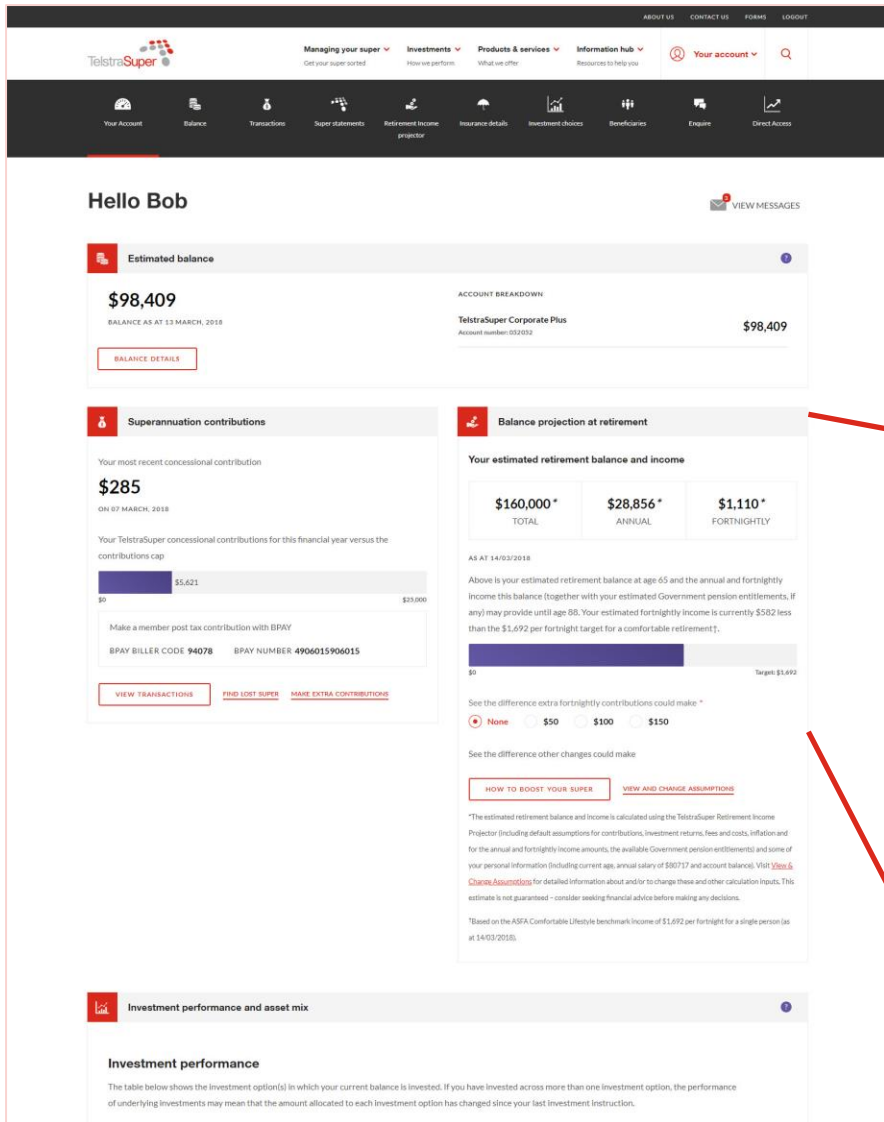


project your  
retirement  
income



consolidate  
your super

# Your balance projection at retirement



**Estimated balance**

**\$98,409**  
BALANCE AS AT 13 MARCH, 2018

ACCOUNT BREAKDOWN

TelstraSuper Corporate Plus  
Account number: 032032 **\$98,409**

**Superannuation contributions**

Your most recent concessional contribution

**\$285**  
ON 07 MARCH, 2018

Your TelstraSuper concessional contributions for this financial year versus the contributions cap

\$5,621  
\$0 \$33,000

Make a member post tax contribution with BPAY

BPAY BILLER CODE **94078** BPAY NUMBER **4906015906015**

**Balance projection at retirement**

Your estimated retirement balance and income

<b>\$160,000*</b> TOTAL	<b>\$28,856*</b> ANNUAL	<b>\$1,110*</b> FORTNIGHTLY
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AS AT 14/03/2018

Above is your estimated retirement balance at age 65 and the annual and fortnightly income this balance (together with your estimated Government pension entitlements, if any) may provide until age 88. Your estimated fortnightly income is currently \$582 less than the \$1,692 per fortnight target for a comfortable retirement†.

See the difference extra fortnightly contributions could make: \*

None  \$50  \$100  \$150

See the difference other changes could make

[HOW TO BOOST YOUR SUPER](#) [VIEW AND CHANGE ASSUMPTIONS](#)

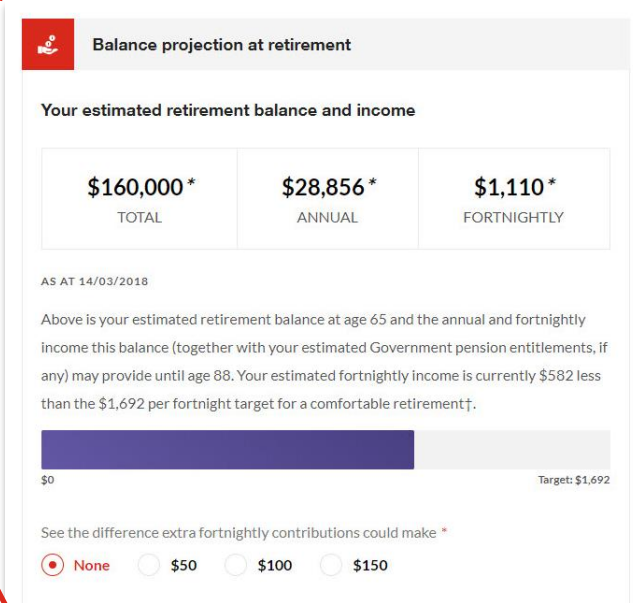
†Based on the ASFA Comfortable Lifestyle benchmark income of \$1,692 per fortnight for a single person (as at 14/03/2018).

**Investment performance and asset mix**

**Investment performance**

The table below shows the investment option(s) in which your current balance is invested. If you have invested across more than one investment option, the performance of underlying investments may mean that the amount allocated to each investment option has changed since your last investment instruction.

Login to SuperOnline to see how extra contributions to super could change your future



**Balance projection at retirement**

Your estimated retirement balance and income

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# TelstraSuper Financial Planning



**Simple  
phone**



**Comprehensive**



**Ongoing**



**Super &  
non-super  
topics**

# Thank you



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